

February 28, 2006

ENGROSSED SENATE BILL No. 370

DIGEST OF SB 370 (Updated February 27, 2006 4:23 pm - DI 102)

Citations Affected: IC 4-21.5; IC 4-23; IC 12-14; IC 22-4; IC 22-4.1; IC 22-4.5; noncode.

Synopsis: Workforce development system. Requires the Indiana economic development corporation to establish a regional workforce system of not more than 11 regional workforce areas (area) with oversight by a regional workforce board (board). Establishes the criteria and selection process for board members. Renames the local boards "workforce investment boards", and provides that the duties of the regional workforce boards include providing support and guidance to workforce investment boards. Authorizes the boards to establish, using a competitive procurement process and with a workforce (Continued next page)

Effective: Upon passage.

Kruse, Lubbers, Delph, Howard

(HOUSE SPONSORS — TORR, BORROR)

January 11, 2006, read first time and referred to Committee on Economic Development January 11, 2006, fead first time and feterics to and Technology.

January 19, 2006, amended, reported favorably — Do Pass.

January 24, 2006, read second time, amended, ordered engrossed.

January 25, 2006, engrossed.

January 26, 2006, read third time, call withdrawn.

January 31, 2006, reread third time, passed. Yeas 29, nays 20.

HOUSE ACTION

February 2, 2006, read first time and referred to Committee on Employment and Labor. February 21, 2006, amended, reported — Do Pass. Yeas 50, nays 44. February 27, 2006, read second time, amended, ordered engrossed.









Digest Continued

investment board's consent, agreements for support, oversight, and management services in the regional workforce area. Renames the state human resource investment council as the state workforce innovation council (council), designates the state superintendent of public instruction or the superintendent's designee as a member of the council, and removes the requirement that the budget agency serve as the council's fiscal agent. Requires staggered terms for council members. Allows a member to participate in a meeting of the council by simultaneous communication under certain circumstances. Provides that the council is subject to the allotment system administered by the budget agency and financial oversight by the office of management and budget. Renames workforce development centers the one stop centers, requires that the centers be certified by the council, and repeals a requirement that certain providers offer services at the centers and restrictions on center funding sources. Repeals provisions concerning: (1) financial assistance for job training; (2) the state plan; (3) the establishment of workforce investment areas; (4) the one stop system and one stop partners; (5) the powers and duties of regional board and one stop partners; and (6) fiscal authority for youth, adult, and dislocated worker funds under Title 1 of the Workforce Investment Act. Removes obsolete references.





Second Regular Session 114th General Assembly (2006)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2005 Regular Session of the General Assembly.

ENGROSSED SENATE BILL No. 370

A BILL FOR AN ACT to amend the Indiana Code concerning labor and safety.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 4-21.5-2-5, AS AMENDED BY P.L.4-2005
SECTION 19, P.L.229-2005, SECTION 1, AND P.L.235-2005
SECTION 60, IS CORRECTED AND AMENDED TO READ AS
FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. This article does
not apply to the following agency actions:
(1) The issuance of a warrant or jeonardy warrant for the

- (1) The issuance of a warrant or jeopardy warrant for the collection of taxes.
- (2) A determination of probable cause or no probable cause by the civil rights commission.
- (3) A determination in a factfinding conference of the civil rights commission.
- (4) A personnel action, except review of a personnel action by the state employees appeals commission under IC 4-15-2 or a personnel action that is not covered by IC 4-15-2 but may be taken only for cause.
- (5) A resolution, directive, or other action of any agency that relates solely to the internal policy, organization, or procedure of

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1	that agency or another agency and is not a licensing or
2	enforcement action. Actions to which this exemption applies
3	include the statutory obligations of an agency to approve or ratify
4	an action of another agency.
5	(6) An agency action related to an offender within the jurisdiction
6	of the department of correction.
7	(7) A decision of the Indiana economic development corporation,
8	the office of tourism development, the department of
9	environmental management, the tourist information and grant
10	fund review committee (before the repeal of the statute that
11	created the tourist information and grant fund review
12	committee), the Indiana development finance authority, the
13	corporation for innovation development, or the lieutenant
14	governor that concerns a grant, loan, bond, tax incentive, or
15	financial guarantee.
16	(8) A decision to issue or not issue a complaint, summons, or
17	similar accusation.
18	(9) A decision to initiate or not initiate an inspection,
19	investigation, or other similar inquiry that will be conducted by
20	the agency, another agency, a political subdivision, including a
21	prosecuting attorney, a court, or another person.
22	(10) A decision concerning the conduct of an inspection,
23	investigation, or other similar inquiry by an agency.
24	(11) The acquisition, leasing, or disposition of property or
25	procurement of goods or services by contract.
26	(12) Determinations of the department of workforce development
27	under IC 22-4-18-1(g)(1) IC 22-4-40, or IC 22-4-41.
28	(13) A decision under IC 9-30-12 of the bureau of motor vehicles
29	to suspend or revoke the a driver's license, a driver's permit, a
30	vehicle title, or a vehicle registration of an individual who
31	presents a dishonored check.
32	(14) An action of the department of financial institutions under
33	IC 28-1-3.1 or a decision of the department of financial
34	institutions to act under IC 28-1-3.1.
35	(15) A determination by the NVRA official under IC 3-7-11
36	concerning an alleged violation of the National Voter Registration
37	Act of 1993 (42 U.S.C. 1973gg) or IC 3-7.
38	(16) Imposition of a civil penalty under IC 4-20.5-6-8 if the rules
39	of the Indiana department of administration provide an
40	administrative appeals process.
41	SECTION 2. IC 4-23-20-3, AS AMENDED BY P.L.4-2005,
42	SECTION 22, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1	UPON PASSAGE]: Sec. 3. The committee consists of at least six (6)
2	members appointed by the governor and must include representatives
3	of the following:
4	(1) The Indiana economic development corporation.
5	(2) The department of workforce development.
6	(3) The division of disability, aging, and rehabilitative services.
7	(4) The commission on vocational and technical education of the
8	department of workforce development.
9	(5) The state human resource investment workforce innovation
10	council.
11	(6) The department of education.
12	SECTION 3. IC 12-14-26-9 IS AMENDED TO READ AS
13	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 9. Each planning
14	council shall submit its action plan to the state human resource
15	investment workforce innovation council established under
16	IC 22-4-18.1.
17	SECTION 4. IC 12-14-26-10 IS AMENDED TO READ AS
18	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 10. The state
19	human resource investment workforce innovation council established
20	under IC 22-4-18.1 shall:
21	(1) assist each planning council as needed; and
22	(2) coordinate the sharing of:
23	(A) the details of each action plan; and
24	(B) the details and results of each demonstration project;
25	established under this chapter with planning councils throughout
26	the state.
27	SECTION 5. IC 22-4-18-1, AS AMENDED BY P.L.1-2005,
28	SECTION 184, IS AMENDED TO READ AS FOLLOWS
29	[EFFECTIVE UPON PASSAGE]: Sec. 1. (a) There is created a
30	department under IC 22-4.1-2-1 which shall be known as the
31	department of workforce development.
32	(b) The department of workforce development may:
33	(1) Administer the unemployment insurance program, the
34	Wagner-Peyser program, the Workforce Investment Act, the Job
35	Training Partnership Act program, including a free public labor
36	exchange, and related federal and state employment and training
37	programs as directed by the governor.
38	(2) Formulate and implement an employment and training plan as
39	required by the Workforce Investment Act (29 U.S.C. 2801 et
40	seq.), the Job Training Partnership Act (29 U.S.C. 1501 et seq.)
41	and including reauthorizations of the Act, and the
42	Wagner-Peyser Act (29 U.S.C. 49 et seq.).



1	(3) Coordinate activities with all state agencies and departments	
2	that either provide employment and training related services or	
3	operate appropriate resources or facilities, to maximize Indiana's	
4	efforts to provide employment opportunities for economically	
5	disadvantaged individuals, dislocated workers, and others with	
6	substantial barriers to employment.	
7	(4) Apply for, receive, disburse, allocate, and account for all	
8	funds, grants, gifts, and contributions of money, property, labor,	
9	and other things of value from public and private sources,	
10	including grants from agencies and instrumentalities of the state	4
11	and the federal government.	
12	(5) Enter into agreements with the United States government that	•
13	may be required as a condition of obtaining federal funds related	
14	to activities of the department.	
15	(6) Enter into contracts or agreements and cooperate with local	
16	governmental units or corporations, including profit or nonprofit	4
17	corporations, or combinations of units and corporations to carry	
18	out the duties of this agency the department imposed by this	
19	chapter, including contracts for the establishment and	
20	administration of employment and training offices and the	
21	delegation of its the department's administrative, monitoring,	-
22	and program responsibilities and duties set forth in this article.	
23	Before executing contracts described by this subdivision, the	
24	department shall give preferential consideration to using	
25	departmental personnel for the provision of services through local	
26	public employment and training offices. Contracting of	
27	Wagner-Peyser services is prohibited where state employees are	\
28	laid off due to the diversion of Wagner-Peyser funds.	\
29	(7) Perform other services and activities that are specified in	
30	contracts for payments or reimbursement of the costs made with	
31	the Secretary of Labor, or with any federal, state, or local public	
32	agency or administrative entity, or a private for-profit or	
33	nonprofit organization under the Workforce Investment Act (29	
34	U.S.C. 2801 et seq.), the Job Training Partnership Act (29 U.S.C.	
35	1501 et seq.) or private nonprofit organization. including	
36	reauthorizations of the Act.	
37	(8) Enter into contracts or agreements and cooperate with entities	
38	that provide vocational education to carry out the duties imposed	
39	by this chapter.	
40	(c) The department of workforce development may not enter into	
41	contracts for the delivery of services to claimants or employers under	

 ${\color{blue} {\bf the~unemployment~insurance~program.}}\ {\bf The~payment~of~unemployment}$



1	compensation insurance benefits must be made in accordance with 26
2	U.S.C. 3304.
3	(d) The department of workforce development may do all acts and
4	things necessary or proper to carry out the powers expressly granted
5	under this article, including the adoption of rules under IC 4-22-2.
6	(e) The department of workforce development may not charge any
7	claimant for benefits for providing services under this article, except as
8	provided in IC 22-4-17-12.
9	(f) The department of workforce development shall distribute
10	federal funds made available for employment training in accordance
11	with:
12	(1) 29 U.S.C. 2801 et seq., 29 U.S.C. 1501 et seq. including
13	reauthorizations of the Act, and other applicable federal laws;
14	and
15	(2) the plan prepared by the department under subsection (g)(1).
16	However, the Indiana commission on vocational and technical
17	education within the department of workforce development shall
18	distribute federal funds received under 29 U.S.C. 1533.
19	(g) In addition to the duties prescribed in subsections (a) through (f),
20	the department of workforce development shall do the following:
21	(1) Implement to the best of its ability its employment training
22	programs (as defined in IC 22-4.1-13-3) and the comprehensive
23	vocational education program in Indiana developed under the
24	long range plan under IC 22-4.1-13-9 and the skills 2016 training
25	program established under IC 22-4-10.5. IC 22-4.1-13.
26	(2) Upon request of the budget director, prepare a legislative
27	budget request for state and federal funds for employment
28	training. The budget director shall determine the period to be
29	covered by the budget request.
30	(3) Evaluate its programs according to criteria established by the
31	Indiana commission on vocational and technical education within
32	the department of workforce development under IC 22-4.1-13-13.
33	IC 22-4.1-13.
34	(4) Make or cause to be made studies of the needs for various
35	types of programs that are related to employment training and
36	authorized under the Workforce Investment Act, and the Job
37	Training Partnership Act including reauthorizations of the Act.
38	(5) Distribute state funds made available for employment training
39	that have been appropriated by the general assembly in
40	accordance with:
41	(A) the general assembly appropriation; and
42	(B) the plan prepared by the department under subdivision (1).



1	(6) Establish, implement, and maintain a training program in the
2	nature and dynamics of domestic and family violence for training
3	of all employees of the department who interact with a claimant
4	for benefits to determine whether the claim of the individual for
5	unemployment benefits is valid and to determine that employment
6	separations stemming from domestic or family violence are
7	reliably screened, identified, and adjudicated and that victims of
8	domestic or family violence are able to take advantage of the full
9	range of job services provided by the department. The training
10	presenters shall include domestic violence experts with expertise
11	in the delivery of direct services to victims of domestic violence,
12	including using the staff of shelters for battered women in the
13	presentation of the training. The initial training shall consist of
14	instruction of not less than six (6) hours. Refresher training shall
15	be required annually and shall consist of instruction of not less
16	than three (3) hours.
17	SECTION 6. IC 22-4-18-6, AS AMENDED BY P.L.127-2005,
18	SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
19	UPON PASSAGE]: Sec. 6. (a) The department shall develop a uniform
20	system for assessing workforce skills strengths and weaknesses in
21	individuals.
22	(b) The uniform assessment system shall be used at the following:
23	(1) Workforce development One stop centers under IC 22-4-42,
24	if established.
25	(2) Ivy Tech Community College of Indiana under IC 20-12-61.
26	(3) (2) Vocational education (as defined in IC 22-4.1-13-5)
27	programs at the secondary level.
28	SECTION 7. IC 22-4-18.1-2 IS AMENDED TO READ AS
29	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. As used in this
30	chapter, "council" refers to the state human resource investment
31	workforce innovation council established by section 3 of this chapter.
32	SECTION 8. IC 22-4-18.1-3 IS AMENDED TO READ AS
33	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. The state human
34	resource investment workforce innovation council is established
35	pursuant to 29 U.S.C. 1501 et seq. under the applicable federal
36	programs to do the following:
37	(1) Review the services and use of funds and resources under
38	applicable federal programs and advise the governor on methods
39	of coordinating the services and use of funds and resources

consistent with the laws and regulations governing the particular

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applicable federal programs.

(2) Advise the governor on:

1	(A) the development and implementation of state and local
2	standards and measures; and
3	(B) the coordination of the standards and measures;
4	concerning the applicable federal programs.
5	(3) Perform the duties as set forth in federal law of the particular
6	advisory bodies for applicable federal programs described in
7	section 4 of this chapter.
8	(4) Identify the human investment workforce needs in Indiana
9	and recommend to the governor goals to meet the investment
10	needs.
11	(5) Recommend to the governor goals for the development and
12	coordination of the human resource system in Indiana.
13	(6) Prepare and recommend to the governor a strategic plan to
14	accomplish the goals developed under subdivisions (4) and (5).
15	(7) Monitor the implementation of and evaluate the effectiveness
16	of the strategic plan described in subdivision (6).
17	(8) Advise the governor on the coordination of federal, state, and
18	local education and training programs and on the allocation of
19	state and federal funds in Indiana to promote effective services,
20	service delivery, and innovative programs.
21	(9) Administer the minority training grant program established by
22	section 11 of this chapter.
23	(10) Administer the back home in Indiana program established by
24	section 12 of this chapter.
25	(11) Any other function assigned to the council by the governor
26	with regard to the study and evaluation of Indiana's human service
27	workforce development delivery system.
28	SECTION 9. IC 22-4-18.1-4 IS AMENDED TO READ AS
29	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. (a) The council
30	shall serve as the state advisory body required under the following
31	federal laws:
32	(1) The Workforce Investment Act of 1998 under 29 U.S.C. 2801
33	et seq., including reauthorizations of the Act.
34	(2) The Wagner-Peyser Act under 29 U.S.C. 49 et seq.
35	(3) The Carl D. Perkins Vocational and Applied Technology Act
36	under 20 U.S.C. 2301 et seq.
37	(4) The Adult Education and Family Literacy Act under 20 U.S.C.
38	9201 et seq.
39	(b) In addition, the council may be designated to serve as the state
40	advisory body required under any of the following federal laws upon
41	approval of the particular state agency directed to administer the
42	particular federal law:



1	(1) The National and Community Service Act of 1990 under 42
2	U.S.C. 12501 et seq.
3	(2) Part A of Title IV of the Social Security Act under 42 U.S.C.
4	601 et seq.
5	(3) The employment and training program programs established
6	under the Food Stamp Act of 1977 under 7 U.S.C. 2015. 7 U.S.C.
7	2011 et seq.
8	(c) The council shall administer the minority training grant program
9	established by section 11 of this chapter and the back home in Indiana
10	program established by section 12 of this chapter.
11	SECTION 10. IC 22-4-18.1-5 IS AMENDED TO READ AS
12	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) Not later than
13	June 30, 2000 Subject to subsection (b), the membership of the state
14	human resource investment workforce innovation council established
15	under IC 22-4-18.1 must consist section 3 of this chapter consists of
16	the following:
17	(1) The governor.
18	(2) Two (2) members of the senate, appointed by the president pro
19	tempore of the senate. The members appointed under this
20	subdivision may not be members of the same political party.
21	(3) Two (2) members of the house of representatives, appointed
22	by the speaker of the house of representatives. The members
23	appointed under this subdivision may not be members of the same
24	political party.
25	(4) The following members appointed by the governor:
26	(A) Representatives of business in Indiana who:
27	(i) are owners of businesses, chief executives, or operating
28	officers of businesses, and other business executives or
29	employers with optimum policy making or hiring authority,
30	including members of regional boards under
31	$\frac{1C}{22-4.5-3-3(b)(1)(A)}$ (as described in Section
32	117(b)(2)(A)(i) of the Workforce Investment Act of 1998);
33	(ii) represent businesses with employment opportunities that
34	reflect the employment opportunities of Indiana; and
35	(iii) are appointed from among individuals nominated by
36	state business organizations and business trade associations.
37	(B) Chief elected officials representing municipalities and
38	counties.
39	(C) Representatives of labor organizations who have been
40	nominated by the Indiana State AFL-CIO.
41	(D) Representatives of individuals and organizations that have
42	experience with respect to youth activities.



1	(E) Representatives of individuals and organizations that have
2	experience and expertise in the delivery of workforce
3	investment activities, including chief executive officers of any
4	community colleges established in Indiana and
5	community-based organizations in Indiana.
6	(F) Lead state officials with responsibility for the programs,
7	services, and activities described in Section 121(b) of the
8	Workforce Investment Act of 1998 and carried out by one stop
9	partners or, if there is no lead state official with responsibility
10	for such a program, service, or activity, a person with expertise
11	relating to the program, service, or activity.
12	(G) Other representatives and state officials designated by the
13	governor.
14	(b) The governor shall appoint as chairman of the council a member
15	described in subsection (a)(4)(A).
16	(c) A majority of the members of the council must be members
17	described in subsection (a)(4)(A).
18	(d) At least fifteen percent (15%) of the members of the council
19	must be representatives of labor.
20	(e) Members of the council that represent organizations, agencies,
21	or other entities shall be individuals with optimum policy making
22	authority within the organizations, agencies, or entities. The members
23	of the council must represent diverse regions of Indiana, including
24	urban, rural, and suburban areas.
25	the representatives required by the Workforce Investment Act (29
26	U.S.C. 2801 et seq.), including reauthorizations of the Act, and
27	must represent the diverse regions of Indiana.
28	(b) The state superintendent of public instruction or the
29	superintendent's designee serves as a member of the state
30	workforce innovation council.
31	SECTION 11. IC 22-4-18.1-6 IS AMENDED TO READ AS
32	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 6. Appointments
33	(a) The governor shall appoint members to the council are for two
34	(2) year terms. The terms must be staggered so that the terms of
35	half of the members expire each year.
36	(b) The governor shall promptly make an appointment to fill any
37	vacancy on the council, but only for the duration of the unexpired
38	term.
39	SECTION 12. IC 22-4-18.1-6.5 IS ADDED TO THE INDIANA
40	CODE AS A NEW SECTION TO READ AS FOLLOWS
41	[EFFECTIVE UPON PASSAGE]: Sec. 6.5. (a) This section applies to
42	a meeting of the council at which at least half of the members



1	appointed to the council are physically present at the place where
2	the meeting is conducted.
3	(b) A member of the council may participate in a meeting of the
4	council using a means of communication that permits:
5	(1) all other members of the council participating in the
6	meeting; and
7	(2) all members of the public physically present at the place
8	where the meeting is conducted;
9	to simultaneously communicate with each other during the
10	meeting.
11	(c) A member who participates in a meeting under subsection
12	(b) is considered to be present at the meeting and may vote on any
13	matter properly presented during the meeting.
14	(d) A member who participates in a meeting under subsection
15	(b) shall confirm in writing not more than five (5) days after the
16	date of the meeting the votes cast by the member during the
17	meeting. The member may send the confirmation by United States
18	mail or facsimile.
19	(e) A member shall attend at least three (3) meetings of the
20	council during a calendar year in person.
21	(f) The memorandum of the meeting prepared under
22	IC 5-14-1.5-4 must also state the name of each member who:
23	(1) was physically present at the place where the meeting was
24	conducted;
25	(2) participated in the meeting using a means of
26	communication described in subsection (b); and
27	(3) was absent.
28	SECTION 13. IC 22-4-18.1-7 IS AMENDED TO READ AS
29	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 7. (a) Except as
30	provided in subsections subsection (b) and (c) and subject to the
31	approval of the commissioner of the department of workforce
32	development, the state personnel department, and the budget agency,
33	the council may employ professional, technical, and clerical personnel
34	necessary to carry out the duties imposed by this chapter from using
35	the following:
36	(1) Funds available under applicable federal and state programs.
37	(2) Appropriations by the general assembly for this purpose.
38	(3) Funds in the state technology advancement and retention
39	account established by IC 4-12-12-1. and any
40	(4) Other funds (other than federal funds) available to the council
41	for this purpose.
42	(b) Subject to the approval of the commissioner of the department



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1	of workforce development and the budget agency, the council may
2	contract for services necessary to implement this chapter.
3	(c) The budget agency shall serve as the fiscal agent for the
4	distribution of all funds of the council.
5	(c) The council is subject to:
6	(1) the allotment system administered by the budget agency;
7	and
8	(2) financial oversight by the office of management and
9	budget.
10	SECTION 14. IC 22-4-35-1 IS AMENDED TO READ AS
11	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. In any civil
12	action to enforce the provisions of this article, the department,
13	commissioner, state human resource investment workforce innovation
14	council, unemployment insurance board, unemployment insurance
15	review board, and the state may be represented by any qualified
16	attorney who is a regular salaried employee of the department and is
17	designated by it for this purpose or, at the director's request, by the
18	attorney general of the state. In case the governor designates special
19	counsel to defend, on behalf of the state, the validity of this article, the
20	expenses and compensation of such special counsel and of any experts
21	employed by the commissioner in connection with such proceedings
22	may be charged to the employment and training services administration
23	fund.
24	SECTION 15. IC 22-4-41-4 IS AMENDED TO READ AS
25	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. Any
26	appropriations made by the general assembly under this chapter shall
27	be used for the provision of training and services for dislocated workers
28	and may be used as matching funds for the federal Job Training
29	Partnership Act: any future applicable federal program
30	administered by the department.
31	SECTION 16. IC 22-4-42-1 IS AMENDED TO READ AS
32	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. The department
33	may establish at least one (1) workforce development one stop center

may establish at least one (1) workforce development one stop center within each workforce service delivery area.

SECTION 17. IC 22-4-42-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. If established, each workforce development one stop center shall do the following:

- (1) Provide the uniform assessment developed by the department under IC 22-4-18-6 of an individual's strengths and weaknesses with regard to workforce and other skills and offer job counseling that is relevant to the assessment results.
- (2) Provide information concerning training, retraining,



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1	employment, and career opportunities.
2	(3) Under the administration of the department of workforce
3	development, provide opportunities to individuals to:
4	(A) demonstrate proficiency in particular subject and skill
5	areas; and
6	(B) acquire certificates of achievement under IC 20-12-1-10.
7	(4) (3) Assist employers in analyzing the correlation between a
8	particular job opening and the training required to perform at that
9	job.
10	SECTION 18. IC 22-4.1-3-4 IS AMENDED TO READ AS
11	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. Funds necessary
12	to support the operating costs of the department of workforce
13	development beyond those approved and appropriated by the United
14	States Congress or approved by federal agencies for the operation of
15	the department and specifically authorized by other provisions of
16	IC 22-4:
17	(1) must be specifically appropriated from the state general fund
18	for this purpose; and
19	(2) may not be derived from other state or federal funds directed
20	for unemployment insurance programs under IC 22-4, including
21	funds under the Wagner-Peyser Act (29 U.S.C. 49 et seq.), the Job
22	Training Partnership Act (29 U.S.C. 1501 et seq.) any other grants
23	or funds that are passed through for job training programs, the
24	Carl D. Perkins Vocational and Applied Technology Act (20
25	U.S.C. 2301 et seq.), and any other grant or funds for vocational
26	and technical education.
27	SECTION 19. IC 22-4.1-5-4 IS AMENDED TO READ AS
28	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. This chapter
29	does not apply to grants awarded to:
30	(1) service delivery areas (as defined in 29 U.S.C. 1501 et seq.);
31	workforce investment boards (as defined in IC 22-4.5-2-13.5);
32	(2) public schools and school corporations (as defined in
33	IC 20-10.1-1-5); IC 20-18-2) ; or
34	(3) state educational institutions (as defined in IC 20-12-0.5-1).
35	SECTION 20. IC 22-4.1-13-2, AS ADDED BY P.L.1-2005,
36	SECTION 43, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
37	UPON PASSAGE]: Sec. 2. As used in this chapter, "council" refers to
38	the state human resource investment workforce innovation council
39	established by IC 22-4-18.1-3.
40	SECTION 21. IC 22-4.1-13-3, AS ADDED BY P.L.1-2005,
41	SECTION 43, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
42	UPON PASSAGE]: Sec. 3. As used in this chapter, "employment



1	training" means all programs administered by the following:	
2	(1) The council.	
3	(2) The Indiana jobs training program.	
4	(3) The department.	
5	(4) A private industry council (as defined in 29 U.S.C. 1501 et	
6	seq.).	
7	SECTION 22. IC 22-4.5-2-2.5 IS ADDED TO THE INDIANA	
8	CODE AS A NEW SECTION TO READ AS FOLLOWS	
9	[EFFECTIVE UPON PASSAGE]: Sec. 2.5. "Corporation" refers to	
10	the Indiana economic development corporation established by	
11	IC 5-28-3-1.	
12	SECTION 23. IC 22-4.5-2-5.5 IS ADDED TO THE INDIANA	
13	CODE AS A NEW SECTION TO READ AS FOLLOWS	
14	[EFFECTIVE UPON PASSAGE]: Sec. 5.5. "Local elected official"	
15	means:	
16	(1) an elected executive of a second or third class city that has	
17	a population of at least five thousand (5,000) and is located in	U
18	a regional workforce area; or	
19	(2) an elected member of the executive body of a county.	
20	SECTION 24. IC 22-4.5-2-6 IS AMENDED TO READ AS	
21	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 6. "One stop	14
22	center" means a physical location that:	\cup
23	(1) provides access to all one stop services; and one stop partners	
24	(2) is certified by the regional state board; and	
25 26	(3) includes an onsite information resource area that meets	
20 27	minimum criteria established by the department. SECTION 25. IC 22-4.5-2-8.5 IS ADDED TO THE INDIANA	
28	CODE AS A NEW SECTION TO READ AS FOLLOWS	W
20 29	[EFFECTIVE UPON PASSAGE]: Sec. 8.5. "Political subdivision"	7
30	has the meaning set forth in IC 36-1-2-13.	
31	SECTION 26. IC 22-4.5-2-9.3 IS ADDED TO THE INDIANA	
32	CODE AS A NEW SECTION TO READ AS FOLLOWS	
33	[EFFECTIVE UPON PASSAGE]: Sec. 9.3. "Regional operator"	
34	means a person (as defined in IC 22-4-11.5-3) selected under	
35	IC 22-4.5-7-5.	
36	SECTION 27. IC 22-4.5-2-9.5 IS ADDED TO THE INDIANA	
37	CODE AS A NEW SECTION TO READ AS FOLLOWS	
38	[EFFECTIVE UPON PASSAGE]: Sec. 9.5. "Regional workforce	
39	area" means an area designated by the corporation under	
40	IC 22-4.5-7-1.	
41	SECTION 28. IC 22-4.5-2-9.7 IS ADDED TO THE INDIANA	
12	CODE AS A NEW SECTION TO READ AS FOLLOWS	



1	[EFFECTIVE UPON PASSAGE]: Sec. 9.7. "Regional workforce	
2	board" means a regional workforce board established under	
3	IC 22-4.5-7-2.	
4	SECTION 29. IC 22-4.5-2-13 IS AMENDED TO READ AS	
5	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 13. "Workforce	
6	Investment Act" refers to the federal Workforce Investment Act of	
7	1998 (29 U.S.C. 2801 et seq.), including reauthorizations of the Act.	
8	SECTION 30. IC 22-4.5-2-13.5 IS ADDED TO THE INDIANA	
9	CODE AS A NEW SECTION TO READ AS FOLLOWS	
10	[EFFECTIVE UPON PASSAGE]: Sec. 13.5. "Workforce investment	1
11	board" means a local board as defined in the Workforce	
12	Investment Act (29 U.S.C. 2801 et seq.), including reauthorizations	
13	of the Act.	
14	SECTION 31. IC 22-4.5-7 IS ADDED TO THE INDIANA CODE	
15	AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE	
16	UPON PASSAGE]:	1
17	Chapter 7. Regional Workforce System	
18	Sec. 1. (a) After consultation with the department, the	
19	corporation shall designate not more than eleven (11) distinct	
20	regional workforce areas throughout Indiana.	
21	(b) In designating a regional workforce area, the corporation	
22	shall take into account whether an area is a distinct economic	
23	growth region as well as a workforce area.	
24	Sec. 2. (a) A regional workforce board shall oversee each	
25	regional workforce area.	
26	(b) Each regional workforce board consists of not more than	_
27	sixteen (16) members and must include the following:	\
28	(1) At least one (1) business representative who is:	
29	(A) a business owner;	١
30	(B) a chief executive or operating officer; or	
31	(C) a business executive or employer with optimum policy	
32	making or hiring authority.	
33	(2) Four (4) nonbusiness representatives, one (1) from each of	
34	the following categories:	
35	(A) An economic development agency.	
36	(B) A local educational entity.	
37	(C) A community based or faith based service	
38	organization.	
39	(D) For a regional workforce area in which employees are	
40	represented by labor organizations, a labor organization,	
41	with the member being nominated by the local labor	
42	federations. If there are no employees in the regional	



1	workforce area who are represented by a labor	
2	organization, the member selected in this category must be	
3	a representative of:	
4	(i) the employees in the regional workforce area; or	
5	(ii) a statewide labor organization.	
6	(c) The nonbusiness representatives described in subsection	
7	(b)(2) are selected and appointed as members of each regional	
8	workforce board in the following manner:	
9	(1) The mayor of the largest city in the regional workforce	
10	area shall select and appoint one (1) member from any of the	
11	four (4) categories listed in subsection (b)(2).	
12	(2) If the second largest city in the regional workforce area	
13	has a population greater than eight thousand (8,000), the	
14	mayor of the second largest city shall select and appoint one	
15	(1) member from any of the three (3) remaining categories	
16	listed in subsection (b)(2).	
17	(3) If the third largest city in the regional workforce area has	
18	a population greater than eight thousand (8,000), the mayor	
19	of the third largest city shall select and appoint one (1)	
20	member from either of the two (2) remaining categories listed	
21	in subsection (b)(2).	
22	(4) If the fourth largest city in the regional workforce area has	
23	a population greater than eight thousand (8,000), the mayor	
24	of the fourth largest city shall select and appoint one (1)	_
25	member from the remaining category listed in subsection	
26	(b)(2).	
27	(d) If a regional workforce area contains fewer than four (4)	
28	cities having a population greater than eight thousand (8,000), the	V
29	selection and appointment of the nonbusiness representatives as	
30	members to a regional workforce board occurs as described in	
31	subsection (c) with the mayors of the cities having a population	
32	greater than eight thousand (8,000) alternately selecting and	
33	appointing the members.	
34	(e) The business representatives described in subsection (b)(1)	
35	are selected and appointed as members of each regional workforce	
36	board in the following manner:	
37	(1) Each county in the regional workforce area shall appoint,	
38	by majority agreement of all the local elected officials in that	
39	county, one (1) business representative who meets the	
40	requirements of subsection (b)(1).	
41	(2) The mayor of each city having a population greater than	
42	one hundred thousand (100,000) in the regional workforce	



1	area shall appoint one (1) additional business representative	
2	who meets the requirements of subsection (b)(1).	
3	(3) The mayor of each city having a population greater than	
4	five hundred thousand (500,000) in the regional workforce	
5	area shall appoint one (1) additional business representative	
6	who meets the requirements of subsection (b)(1).	
7	(f) If the selection and appointment process described in	
8	subsections (c) through (e) results in fewer than sixteen (16)	
9	members being appointed to a regional workforce board, the local	
10	elected officials in the regional workforce area may, by majority	
11	agreement, appoint additional business representatives who meet	
12	the requirements of subsection (b)(1) until the sixteen (16) member	
13	limit is reached.	
14	(g) If a political subdivision requests and is granted an	
15	automatic designation as a workforce investment board under	
16	federal law, the executive of the political subdivision may not	
17	appoint members to a regional workforce board under subsections	
18	(c) through (f).	
19	Sec. 3. The duties of a regional workforce board include the	
20	following:	
21	(1) Providing guidance and direction to the workforce	
22	investment system.	
23	(2) Providing support and guidance described in section 4 of	
24	this chapter to a workforce investment board.	
25	(3) Performing additional duties in the regional workforce	
26	area as assigned by a workforce investment board.	
27	Sec. 4. In addition to the duties described in section 3 of this	•
28	chapter, each regional workforce board shall advise the workforce	
29	investment board in the regional workforce area on regional	ı
30	workforce area issues and provide support to the workforce	
31	investment board as follows:	
32	(1) Select and enter into an agreement with a regional	
33	operator on behalf of its workforce investment board at least	
34	every three (3) years using a competitive procurement	
35	process.	
36	(2) Select Workforce Investment Act services, other	
37	employment and training services as determined by the	
38	department, and service providers on behalf of its workforce	
39	investment board at least every three (3) years using a	
40	competitive procurement process.	
41	(3) Oversee on behalf of its workforce investment board the	

activities of the regional operator in the regional workforce



1	area.	
2	(4) Develop an outcome based regional plan that encourages	
3	the integration of service delivery.	
4	(5) Perform additional duties as requested by the workforce	
5	investment board.	
6	Sec. 5. (a) A workforce investment board and its regional	
7	workforce board must comply with this section when selecting a	
8	regional operator to provide:	
9	(1) support services for a regional workforce area; and	
10	(2) operational oversight and management for:	
11	(A) the one stop centers; and	
12	(B) the workforce investment system;	
13	in a regional workforce area.	
14	(b) A regional workforce board, with the consent of a workforce	
15	investment board, may establish agreements with a regional	
16	operator for support services on behalf of the workforce	
17	investment board in the regional workforce area.	
18	(c) A regional workforce board may assist a workforce	
19	investment board in establishing agreements with a regional	
20	operator for support services for the workforce investment board	
21	in the regional workforce area.	
22	(d) An agreement established under this section must be the	
23	result of a competitive procurement process as determined by the	
24	workforce investment board.	_
25	Sec. 6. A person who serves as a regional workforce board	
26	member may not at the same time serve as:	
27	(1) a regional operator;	
28	(2) a fiscal agent;	V
29	(3) a service provider; or	
30	(4) a provider of direct client services.	
31	Sec. 7. (a) A person who serves as a regional operator may also	
32	serve as a fiscal agent.	
33	(b) A person who serves as a regional operator may not at the	
34	same time serve as:	
35	(1) a service provider within the same regional workforce	
36	area;	
37	(2) a regional workforce board member; or	
38	(3) a provider of direct client services.	
39	Sec. 8. A person who serves as a service provider may not at the	
40	same time serve as:	
41	(1) a regional operator;	
42	(2) a fiscal agent; or	



1	(3) a regional workforce board member.	
2	Sec. 9. (a) A person who serves as a fiscal agent may also serve	
3	as a regional operator.	
4	(b) A person who serves as a fiscal agent may not at the same	
5	time serve as:	
6	(1) a service provider;	
7	(2) a regional workforce board member; or	
8	(3) a provider of direct client services.	
9	Sec. 10. The department may adopt rules under IC 4-22-2 to	
10	implement this chapter.	
11	SECTION 32. IC 22-4.5-8 IS ADDED TO THE INDIANA CODE	
12	AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE	
13	UPON PASSAGE]:	
14	Chapter 8. Allocation of Funds to Regional Workforce Boards	
15	Sec. 1. The department and the council shall allocate federal	
16	workforce development and employment and training services	
17	funds to the workforce investment boards for distribution to the	U
18	regional workforce boards in accordance with the requirements of	
19	federal workforce development and employment and training laws.	
20	SECTION 33. THE FOLLOWING ARE REPEALED [EFFECTIVE	
21	UPON PASSAGE]: IC 22-4-40; IC 22-4-41-3; IC 22-4-42-3;	
22	IC 22-4-42-4; IC 22-4.5-2-2; IC 22-4.5-2-7; IC 22-4.5-2-8;	
23	IC 22-4.5-2-9; IC 22-4.5-2-10; IC 22-4.5-2-11; IC 22-4.5-2-12;	
24	IC 22-4.5-2-14; IC 22-4.5-3; IC 22-4.5-4; IC 22-4.5-5; IC 22-4.5-6.	_
25	SECTION 34. [EFFECTIVE UPON PASSAGE] (a)	
26	Notwithstanding IC 22-4.5-7-7, as added by this act, the	
27	commissioner of the department of workforce development shall	
28	carry out the duties imposed upon the department of workforce	V
29	development under IC 22-4.5-7, as added by this act, under interim	
30	written guidelines approved by the commissioner of the	
31	department of workforce development.	
32	(b) This SECTION expires on the earlier of the following:	
33	(1) The date rules are adopted under IC 22-4.5-7-7, as added	
34	by this act.	
35	(2) July 1, 2007.	
36	SECTION 35. An emergency is declared for this act.	



SENATE MOTION

Madam President: I move that Senator Lubbers be added as coauthor of Senate Bill 370.

KRUSE

COMMITTEE REPORT

Madam President: The Senate Committee on Economic Development and Technology, to which was referred Senate Bill No. 370, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 10, between lines 10 and 11, begin a new paragraph and insert: "SECTION 13. IC 22-4-18.1-6.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 6.5. (a) This section applies to a meeting of the council at which at least four (4) members of the council are physically present at the place where the meeting is conducted.

- (b) A member of the council may participate in a meeting of the council using a means of communication that permits:
 - (1) all other members of the council participating in the meeting; and
 - (2) all members of the public physically present at the place where the meeting is conducted;

to simultaneously communicate with each other during the meeting.

- (c) A member who participates in a meeting under subsection (b) is considered to be present at the meeting and may vote on any matter properly presented during the meeting.
- (d) The memorandum of the meeting prepared under IC 5-14-1.5-4 must also state the name of each member who:
 - (1) was physically present at the place where the meeting was conducted;
 - (2) participated in the meeting using a means of communication described in subsection (b); and
 - (3) was absent.".

Page 12, line 34, after "executive of a" insert "second or third class".

Page 12, line 35, delete "(5,000);" and insert "(5,000) and is located

ES 370—LS 7079/DI 102+



C







in a regional workforce area;".

Page 14, line 11, after "based" insert "or faith based".

Page 15, line 6, delete "All of the local elected officials" and insert "Each county".

Page 15, line 7, delete "agreement," and insert "agreement of all the local elected officials in that county,".

Page 15, line 11, delete "five" and insert "one".

Page 15, line 11, delete "(500,000)" and insert "(100,000)".

Page 15, line 15, delete "one" and insert "five".

Page 15, line 15, delete "(100,000)" and insert "(500,000)".

Page 16, line 1, delete "Assist in the selection of" and insert "Select".

Page 16, line 1, after "operator" insert "on behalf of its workforce investment board".

Page 16, line 3, delete "Assist in the selection of" and insert "Select".

Page 16, line 5, after "providers" insert "on behalf of its workforce development board".

Page 16, line 8, delete "Assist in the oversight of" and insert "Oversee on behalf of its workforce investment board".

Page 16, line 10, delete "Assist in the development of" and insert "**Develop an**".

Page 16, line 10, delete "plans" and insert "plan".

Page 16, line 11, delete "encourage" and insert "encourages".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 370 as introduced.)

FORD, Chairperson

Committee Vote: Yeas 5, Nays 4.

SENATE MOTION

Madam President: I move that Senator Delph be added as coauthor of Senate Bill 370.

KRUSE











SENATE MOTION

Madam President: I move that Senate Bill 370 be amended to read as follows:

Page 4, line 12, after "Act," insert "and".

Page 4, line 13, delete ", and the employment and training" and insert ".".

Page 4, delete lines 14 through 16.

Page 6, line 29, reset in roman "six (6)".

Page 6, line 29, delete "three (3)".

Page 6, line 30, reset in roman "annually".

Page 6, line 30, delete "every two (2) years".

Page 6, line 31, reset in roman "three (3) hours".

Page 6, line 31, delete "one (1) hour." and insert ".".

Page 8, line 21, delete ":".

Page 8, line 22, delete "(A)".

Page 8, line 22, beginning with "the Food", begin a new line blocked left.

Page 8, line 23, delete "; and".

Page 8, delete lines 24 through 25.

Page 13, line 22, reset in roman "physical".

Page 13, line 25, reset in roman "onsite".

Page 14, line 40, after "of" insert ":

(i)".

Page 14, line 41, after "area" delete "." and insert "; or

(ii) a statewide labor organization.".

(Reference is to SB 370 as printed January 20, 2006.)

KRUSE

SENATE MOTION

Madam President: I move that Senator Howard be added as coauthor of Engrossed Senate Bill 370.

KRUSE



COMMITTEE REPORT

Mr. Speaker: Your Committee on Employment and Labor, to which was referred Senate Bill 370, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 4, line 34, after "delegation of" insert "its".

Page 5, line 3, after "private" insert "for-profit or nonprofit".

Page 6, line 2, after "IC 22-4.1-13-13" insert ":".

Page 8, line 18, after "7 U.S.C. 2015" insert "-".

Page 10, line 8, delete "four (4)" and insert "twenty-one (21)".

Page 10, between lines 21 and 22, begin a new paragraph and insert:

- "(d) A member who participates in a meeting under subsection (b) shall confirm in writing not more than five (5) days after the date of the meeting the votes cast by the member during the meeting. The member may send the confirmation by United States mail or facsimile.
- (e) A member shall attend at least three (3) meetings of the council during a calendar year in person.".

Page 10, line 22, delete "(d)" and insert "(f)".

Page 11, between lines 5 and 6, begin a new paragraph and insert:

- "(c) The council is subject to:
 - (1) the allotment system administered by the budget agency; and
 - (2) financial oversight by the office of management and budget.".

Page 11, line 25, delete "program." and insert "program administered by the department.".

Page 12, line 28, delete "IC 20-18-2;" and insert "IC 20-18-2);".

Page 13, line 8, delete "RED" and insert "READ".

Page 13, line 28, after "person" insert "(as defined in IC 22-4-11.5-3)".

Page 14, line 16, delete "service area" and insert "region".

Page 14, line 16, after "well" insert "as".

Page 14, line 16, delete "development".

Page 16, line 21, after "Select" insert "and enter into an agreement with".

Page 16, line 27, delete "development" and insert "investment".

Page 16, line 36, delete "or" and insert "and".

Page 16, line 36, delete "designee" and insert "regional workforce board"

Page 17, line 13, delete "A person may not:" and insert "A person











who serves as a regional workforce board member may not at the same time serve as:

- (1) a regional operator;
- (2) a fiscal agent;
- (3) a service provider; or
- (4) a provider of direct client services.

Sec. 7. (a) A person who serves as a regional operator may also serve as a fiscal agent.

- (b) A person who serves as a regional operator may not at the same time serve as:
 - (1) a service provider within the same regional workforce area:
 - (2) a regional workforce board member; or
 - (3) a provider of direct client services.

Sec. 8. A person who serves as a service provider may not at the same time serve as:

- (1) a regional operator;
- (2) a fiscal agent; or
- (3) a regional workforce board member.

Sec. 9. (a) A person who serves as a fiscal agent may also serve as a regional operator.

- (b) A person who serves as a fiscal agent may not at the same time serve as:
 - (1) a service provider;
 - (2) a regional workforce board member; or
 - (3) a provider of direct client services.".

Page 17, delete lines 14 through 18.

Page 17, line 19, delete "Sec. 7." and insert "Sec. 10.".

Page 17, line 25, delete "To the extent possible and as applicable, the" and insert "The".

Page 17, line 30, delete "law." and insert "laws.".

and when so amended that said bill do pass.

(Reference is to SB 370 as reprinted January 25, 2006.)

TORR, Chair

Committee Vote: yeas 7, nays 5.

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HOUSE MOTION

Mr. Speaker: I move that Engrossed Senate Bill 370 be amended to read as follows:

Page 15, line 4, after "based" insert "service".

Page 15, line 5, after "(D)" delete "A" and insert "For a regional workforce area in which employees are represented by labor organizations, a".

Page 15, line 5, delete "organization." and insert "organization, with the member being nominated by the local labor federations.".

(Reference is to ESB 370 as printed February 22, 2006.)

BUDAK

HOUSE MOTION

Mr. Speaker: I move that Engrossed Senate Bill 370 be amended to read as follows:

Page 3, delete lines 27 through 39.

Page 8, line 25, reset in roman "(a)".

Page 8, line 26, delete "The" and insert "Subject to subsection (b), the".

Page 9, between lines 39 and 40, begin a new paragraph and insert:

"(b) The state superintendent of public instruction or the superintendent's designee serves as a member of the state workforce innovation council."

Renumber all SECTIONS consecutively.

(Reference is to ESB 370 as printed February 22, 2006.)

BORDERS

HOUSE MOTION

Mr. Speaker: I move that Engrossed Senate Bill 370 be amended to read as follows:

Page 10, line 9, delete "twenty-one (21)" and insert "half of the".

Page 10, line 10, delete "of" and insert "appointed to".

(Reference is to ESB 370 as printed February 22, 2006.)

ES 370-LS 7079/DI 102+

LEONARD









